

**DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT
DIVISION OF FINANCIAL ASSISTANCE**

1800 Third Street, Suite 390
P. O. Box 952054
Sacramento, CA 94252-2054
(916) 322-1560
FAX (916) 327-6660



May 21, 2007

TO ALL POTENTIAL APPLICANTS:

**NOTICE OF FUNDING AVAILABILITY (NOFA)
BEGIN Program
"Building Equity and Growth in Neighborhoods"
\$33 MILLION**

The California Department of Housing and Community Development (HCD) is pleased to announce that it is accepting applications for funds under the BEGIN Program authorized by Chapter 14.5 (commencing with Section 50860) of Part 2 of Division 31 of the Health and Safety Code. Funding was provided by Proposition 1C, the Housing and Emergency Shelter Trust Fund Act of 2006. The attached NOFA and all applications are governed by BEGIN Program Guidelines, adopted as amended May 24, 2007.

This NOFA provides funds to cities, counties, and cities and counties for mortgage assistance loans to low- or moderate-income first-time homebuyers in newly constructed homeownership units in BEGIN projects.

The BEGIN program is designed to foster partnerships between local jurisdictions and housing developers encouraging them to join together to reduce the cost and increase the supply of new homeownership opportunities for low- and moderate-income households. The local jurisdiction's role is to offer specific forms of regulatory relief, regulatory barrier removal, or incentives to the identified BEGIN projects that reduce the per-unit cost of the housing.

Applications under this NOFA are being accepted on an "over-the-counter" basis, beginning on May 24, 2007. Applications will be reviewed in the order that they are submitted, and eligible applications will be funded until all funds are allocated, or the NOFA is closed.

Copies of this BEGIN Program NOFA, the application and the BEGIN Program Guidelines will be available on HCD's website at www.hcd.ca.gov/ca/begin no later than May 25, 2007. You may also contact the BEGIN program staff for either the NOFA or application forms. If you have any questions regarding the NOFA or require assistance in completing your application, please contact BEGIN Program staff at (916) 327-3646.

We look forward to receiving your application.

Sincerely,

Chris Westlake
Acting Deputy Director

Enclosure